ARIZONA CORPORATION COMMISSION UTILITIES DIVISION RECEIVED

MAR 03 2004

W-02148A Valley View Water Company Inc. P. O. Box 12490 Scottsdale AZ 852672490	
P. O. Box 12490	Wallan Water Communication
P. O. Box 12490	valley view water Company Inc.
Scottsdale AZ 852672490	
500tt5ddic 142 052072470	Scottsdale AZ 852672490

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003

FOR COMMISSION USE

Ann04 03

COMPANY INFORMATION

Company Name (Business N	ame)VALLEY VIEW WATER COM	IPANY, INC.	4.
Mailing Address	PO BOX 12490		
(Street)	Scottsdale, AZ 85267-	-2490	
(City)	(State)	(Zip)
480-860-8838 Telephone No. (Include Area Code)	480-614-8303 Fax No. (Include Area Code)	Pager/Cell No. (In	clude Area Code)
Email Address grutz	zmachr@aol.com		
Local Office Mailing Address	(Street)		
(City)	(State)	(Zip)	
Local Office Telephone No. (Include Area	Code) Fax No. (Include Area Code)	Pager/Cell No	. (Include Area Code)
Eman Address			
Management Contact:	DORIS GRUTZMACHER, President (Name) PO Box 12490, Scottsdale, Az	(Tit	le)
(Street)	(City)	(State)	(Zip)
480-860-8838	480-614-8303		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (In	clude Area Code)
Email Address grut	tzmachr@aol.com		
On Site Manager:	KENNETH BOWLIN (Name) 1316 Norath 360th Ave. Tonag	pah, AZ 85354	
(Street)	(City)	(State)	(Zip)
623-386-7912			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Inc	ude Area Code)
relephone No. (mende Area Code)			
•			

Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: DORIS A. C	GRUTZMACHER (Name)				
0.640 7	•	anin ng 0506/			
(Street)	inton Street, Scottso (City)	(State)	(Zip)		
480-860-8838 480)-614-8303				
Telephone No. (Include Area Code)	Fax No. (Include Area Code	Pager/Cell No. (In	clude Area Code)		
Attorney:					
•	(Name)				
(Street)	(City)	(State)	(Zip)		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Inc	lude Area Code)		
☐ Please mark this box if the above filing.	e address(es) have change	ed or are update	d since the last		
OWN	ERSHIP INFORMATIO	<u>N</u>			
Check the following box that applies to you	ur company:				
Sole Proprietor (S)	Sole Proprietor (S)				
Partnership (P)	Subchapter S Corporation (Z)				
Bankruptcy (B)	Association/Co op	(A)			
Receivership (R)	Limited Liability	Company			
Other (Describe)					
<u>(</u>	COUNTIES SERVED				
Check the box below for the county/ies in v	which you are certificated to pro	ovide service:			
Д АРАСНЕ	☐ COCHISE	□ coco	ONINO		
☐ GILA	☐ GRAHAM	☐ GREE	NLEE		
☐ LA PAZ	MARICOPA	MOHA	AVE		
☐ NAVAJO	☐ PIMA	☐ PINAI			
☐ SANTA CRUZ	☐ YAVAPAI	☐ YUMA	\		
☐ STATEWIDE					

UTILITY PLANT IN SERVICE

Acct.		Original	Accumulated	O.C.L.D.
No.	DESCRIPTION	Cost (OC)	Depreciation (AD)	(OC less AD)
301	Organization	1,500		1,500
302	Franchises			
303	Land and Land Rights	20,000		20,000
304	Structures and Improvements			
307	Wells and Springs	75,000	42,500	32,500
311	Pumping Equipment	13,100	12,445	655
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	32,000	15,202	16,798
331	Transmission and Distribution Mains	142,191	42,170	100,021
333	Services	10,500	6,280	4,220
334	Meters and Meter Installations	6,050	5,598	452
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	4,000	3,280	720
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	304,341	127,475	7,013

This amount goes on the Balance Sheet Acct. No. 108 -

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1,500		
302	Franchises			
303	Land and Land Rights	20,000		
304	Structures and Improvements			
307	Wells and Springs	75,000	3%	2,250
311	Pumping Equipment	13,100	3%	655
320	Water Treatment Equipment		4.30%	
330	Distribution Reservoirs and Standpipes	32,000	2%	640
331	Transmission and Distribution Mains	142,191	2%	2,810
333	Services	10,500	2.5%	263
334	Meters and Meter Installations	6,050	4%	242
335	Hydrants		2%	
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	4,000	3%	120
340	Office Furniture and Equipment		5%	
341	Transportation Equipment		20%	
343	Tools, Shop and Garage Equipment		4.95%	
344	Laboratory Equipment			
345	Power Operated Equipment		6.5%	
346	Communication Equipment			
347	Miscellaneous Equipment		7.7%	
348	Other Tangible Plant			
	TOTALS	304,341		7,013

This amount goes on Comparative Statement of Income and Expense ___ Acct. No. 403.

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF	BALANCE AT END OF
	ASSETS	YEAR	YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 10,242	\$ 8,730
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 10,242	s 8,730
	FIXED ASSETS		
101	Utility Plant in Service	\$ 304,341	\$ 304,341
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	< 122,731>	4129,7447
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 181,610	\$ 174,597
	TOTAL ASSETS	\$ 191,852	\$ 183,327

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

BALANCE SHEET (CONTINUED)

Acct.		BALANCE AT BEGINNING OF	BALANCE AT END OF
No.	LIABILITIES	YEAR	YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$	\$
	LONG TERM DERT (Over 12 Months)		
224	LONG-TERM DEBT (Over 12 Months)	\$	\$
224	Long-Term Notes and Bonds	Ψ	Ψ
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ -0-	\$ - 0 -
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 10.000	\$ 10,000
211	Paid in Capital in Excess of Par Value	\$ 10,000 382,148 <200,2967	382,148
215	Retained Earnings	< 200, 2967	4208.8217
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 191, 852	\$ /83,327
	TOTAL LIABILITIES AND CAPITAL	\$191,852	\$183,327

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 14.052	\$ 17,129
460	Unmetered Water Revenue	490	750
474	Other Water Revenues	1.750	
	TOTAL REVENUES	\$ 17,392	\$ 17,879
	OPERATING EXPENSES		
601	Salaries and Wages	\$ &	\$ 2,365
610	Purchased Water	ষ্	<u>X</u>
615	Purchased Power	1,334	1,373
618	Chemicals	i da	à
620	Repairs and Maintenance	4,938	8,190
621	Office Supplies and Expense	862	753
630	Outside Services	2,590	1,500
635	Water Testing	569	536
641	Rents	2,250	1,800
650	Transportation Expenses		<u>\</u>
657	Insurance – General Liability		1 137
659	Insurance - Health and Life		8
666	Regulatory Commission Expense – Rate Case		ki ki
675	Miscellaneous Expense		256
403	Depreciation Expense	7.013	7,013
408	Taxes Other Than Income	750	1,009
408.11	Property Taxes	424	508
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 20,735	\$ 26,440
	OPERATING INCOME/(LOSS)	\$ (-3, 443)	\$ (-8,561)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 44	\$ 36
421	Non-Utility Income	(-167)	
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ (-123)	\$ 36
	NET INCOME/(LOSS)	\$ (3,566)	\$(-8,525)

COMPANY NAME

VALLEY VIEW WATER COMPANY INC.

SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 300%	
Meter Deposits Refunded During the Test Year	\$	

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
803547	3	40Gpm	1,233'	Upper 495'	2"	1972
				Middle 8'		
				Lower 720'		

Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYD	RANTS
Horsepower	Quantity	Quantity Standard	Quantity Other
10	2		

TANKS	S		PRESSUR	E TANKS
	apacity	Quantity	Capacity	Quantity
		1	5,000	11

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3	160 PVC	7,000+
4	160 PVC	7,000+
5		
6	160 PVC	10,500+
8		
10		
12		
1 1/2"	160 PVC	1,100+

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ³ / ₄	22
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.		
TREATMENT EQUIPMENT:		
STRUCTURES:		
OTHER:		

COMPANY NAME: VALLEY VIEW WATER COMPANY, INC.

each system.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF	GALLONS SOLD	GALLON PUMPED
MONTH	CUSTOMERS		(Thousands)
JANUARY	22	135,840	
FEBRUARY		184,790	
MARCH		180,690	
APRIL		141,720	
MAY		240,340	
JUNE		386,090	
JULY		371,740	
AUGUST		348,630	
SEPTEMBER		403,690	
OCTOBER		355,570	
NOVEMBER		302,840	
DECEMBER		197, 320	
	TOTAL	N/A	

Is the Water Utility locat	ed in an ADWR Active Management Area (AMA)?
() Yes	() No
Does the Company have	An ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes	(*) No
If yes, provide the GPCI	D amount:
What is the level of arses (If more than one well, please list ea	nic for each well on your system. <u>O.O/2</u> mg/l
Note: If you are filing	for more than one system, please provide separate data sheets for

COMPANY NAME VALLEY VIEW WATER COMPANY, INC. YEAR END	DING 12/31/2003
PROPERTY TAXES	
Amount of actual property taxes paid during Calendar Year 2003 was: \$ 508.02	
Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of property tax payments) of any and all property taxes paid during the calendar year.	of cancelled checks for
If no property taxes paid, explain why	

I : I PER II II II I

MARICOPA COUNTY TREASURER

DOUG TODD, TREASURER
301 W JEFFERSON ST - RM 100
PHOENIX AZ 85003-2199
http://treasurer.maricopa.gov
PHONE NUMBERS ON OTHER SIDE

PROPERTY DESCRIPTION
TWN/BLK RNG/TR
PALLEY VIEW RANGETTES URIT SEE

PARCEL/ACCOUNT# 506-40-034

MARICOPA COUNTY 2003 PROPERTY TAX STATEMENT

PORTION FOR

\$129.40

eO.

877793829 MONEY ORDER BERVICE INSTRUCTIONS FOR STOP PAYMENTS, PHOTOCOPIES, OR ANY OTHER SERVICE RECARREMENT. CONTACT INTEGRATED PAYMENT SYSTEMS INC. AT 1-800-223-7820 FOR YOUR PROTECTION SAVE THIS COPY BANK ONE, NA **ARIZONA** NOT VALID FOR MORE THAN \$1000.00 2 7 631-81401.4506400344 PURCHASER/DRAWER AGREES TO ENTER THE NAME OF A PAYEE AND SIGN THE INSTRUMENT IMMEDIATELY UPON 瓦 PURCHASE, FAILURE TO DO SO WILL RESULT IN THE PURCHASER/DRAWER BEARING THE RISK OF ANY LOSS OR THEFT OF THE INSTRUMENT. DUE MURCH 1, 2004 DELINGUERT AFTER -COMM COL 22000 3520 SEC. TOT. MAY 3, 2004 INTEREST ON LATE PAYMENTS 16% PER YEAR PROMATED MONTHLY AS OF THE FIRST OF THE MONTH. ARS 42-18 VALUE AGENTAIN 0500 KEEP THES

Foid Money Order \$ 7793829 11/13/03

In accordance with the Americans with Disabilities Act, the County Treasurer will provide meterials in sitemative formats and will make other reasonable accommodations upon request.

VALLEY VIEW WATER COMPANY, INC. **COMPANY NAME**

YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

MAR 03 2004

Federal Taxable Income Reported Estimated or Actual Federal Tax Liability Jose 6-8,526

2) CORPORATION COMMISSIO DIRECTOR OF UTILITIES

State Taxable Income Reported Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances Amount of Gross-Up Tax Collected Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

RECEIVED

VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

MAR 03 2004

AZ CORPORATION COMMISSIO DIRECTOR OF UTILITIES

VERIFICATION	
	COUNTY OF (COUNTY NAME)
STATE OF	MARICOPA
	NAME (OWNER OR OFFICIAL) TITLE
I, THE UNDERSIGNED	DORIS GRUTZMACHER, President
-,	COMPANY NAME
OF THE	VALLEY VIEW WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA COPRORATION COMMISSION

FOR THE YEAR ENDING

MONTH DAY YEAR
12 31 2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

MY COMMISSION EXPIRES

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

s 17,129

	(THE AMOUNT IN BOX ABOVE INCLUDES \$ <u>1,009</u> IN SALES TAXES BILLED, OR COLLECTED
*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)	SIGNATURE OF OWNER OR OFFICIAL TRANSPORTER TELEPHONE NUMBER
SUBSCRIBED AND SWORN TO BEFORE ME	
A NOTARY PUBLIC IN AND FOR THE COUNTY OF THIS DAY	11/4)11/200/000
(SEAL) DARRELL	R. LANG SLONATURE OF NOTARY PUPLIC

VERIFICATION AND

RECEIVED

SWORN STATEMENT RESIDENTIAL REVENUE

MAR 03 2004

VERIFICATION

INTRASTATE REVENUES ONLY Z CORPORATION COMMISSIO **DIRECTOR OF UTILITIES**

STATE	OF	ARIZONA
-------	----	---------

(COUNTY NAME) MARICOPA

I, THE UNDERSIGNED

TITLE NAME (OWNER OR OFFICIAL) PRESIDENT DORIS GRUTZMACHER

COMPANY NAME

OF THE

VALLEY VIEW WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

YEAR MONTH DAY 2003 FOR THE YEAR ENDING 12 31

> HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES	
s 17,139	

(THE AMOUNT IN BOX AT LEFT

INCLUDES \$ IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

NOTARY PUBLIC NAME

PARRELL

(SEAL)

DARRELL R. LANG Notary Public - Arizona Maricopa County ရက္ကမူ Expires 01/30/06

SIGNATURE OF NOTARY